

822 HARDING STREET
P.O. BOX 52008

LAFAYETTE, LOUISIANA 70505-2008

TELEPHONE (337) 292-7424

FACSIMILE (337) 267-2399

Richard W. Revels, Jr. rwrevels@liskow.com

August 24, 2006

Honorable James H. Welsh Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: Nonion Struma Zone, Reservoir A

SCOTT FIELD

Lafayette Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of CIMAREX ENERGY COMPANY for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Nonion Struma Zone, Reservoir A, in the Scott Field, Lafayette Parish, Louisiana:

- 1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the Nonion Struma Zone, Reservoir A, in the Scott Field, Lafayette Parish, Louisiana, said proposed unit designated NS RA SUA, as shown on the plat attached hereto and made a part hereof.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To provide that any wells drilled to the Nonion Struma Zone, Reservoir A, within or outside of the unit created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 4. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir changes and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
 - 5. To consider such others matters as may be pertinent.

The Nonion Struma Zone, Reservoir A, in the Scott Field, is hereby defined as being that gas and condensate bearing zone encountered between the depths of 14,829 feet and 15,260 feet (electrical log measurements) (14,625 feet and 15,056 feet TVD) in the Noble Energy, Inc, - A. E. Duhon et al No. 1 Well, located in Section 25, Township 9 South, Range 3 East, Lafayette Parish, Louisiana.

Pertinent data, including well logs, may be obtained **AT THE COST OF THE REQUESTING PARTY** from James F. Hardwick & Associates, 1101 S. Hugh Wallis Rd., Ste. 101, Lafayette, Louisiana 70503, Telephone Number 337/232-7756.

Pursuant to the Rules of Procedure a pre-application conference was held on August 2, 2006, in Lafayette, Louisiana at which the parties named on the attached list were in attendance. The conference was opened by representatives of the applicant who explained the basis for the unit being requested. Several questions were asked and answered. Four counterplans were presented, each suggesting the unit should be somewhat differently configured. Differences between parties could not be resolved, and the conference was then adjourned. Since that time a partial compromise among certain parties has been reached, as shown on the revised plat attached hereto and made a part hereof. Opposition at the hearing is expected. Since the conference, Rimco Production Company, Inc. has filed its own application. Cimarex and Rimco have agreed that their applications will serve as counterplans to the other's application and request that both applications be docketed for hearing on the same day.

Attached hereto and made a part hereof are the following: a revised plat outlining the applicant's proposal, the conference attendance list and the list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom a copy of this application is being mailed. Pursuant to the Revised Rules of Procedure, the list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation; however, the list of parties will be furnished to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed is our check in the amount of \$755.00 made payable to the Office of Conservation submitted on behalf of the applicant, Cimarex Energy Company, representing the hearing application fee.

Very truly yours,

RWRjr/df Attachments

Richard W. Revels, Jr.

Kinhander. Jeure J.

174682_1 14155.0057

cc:

Mr. Richard Hudson, Lafayette District Office of Conservation

cc: Interested Owners, Represented Parties, and Interested Parties

